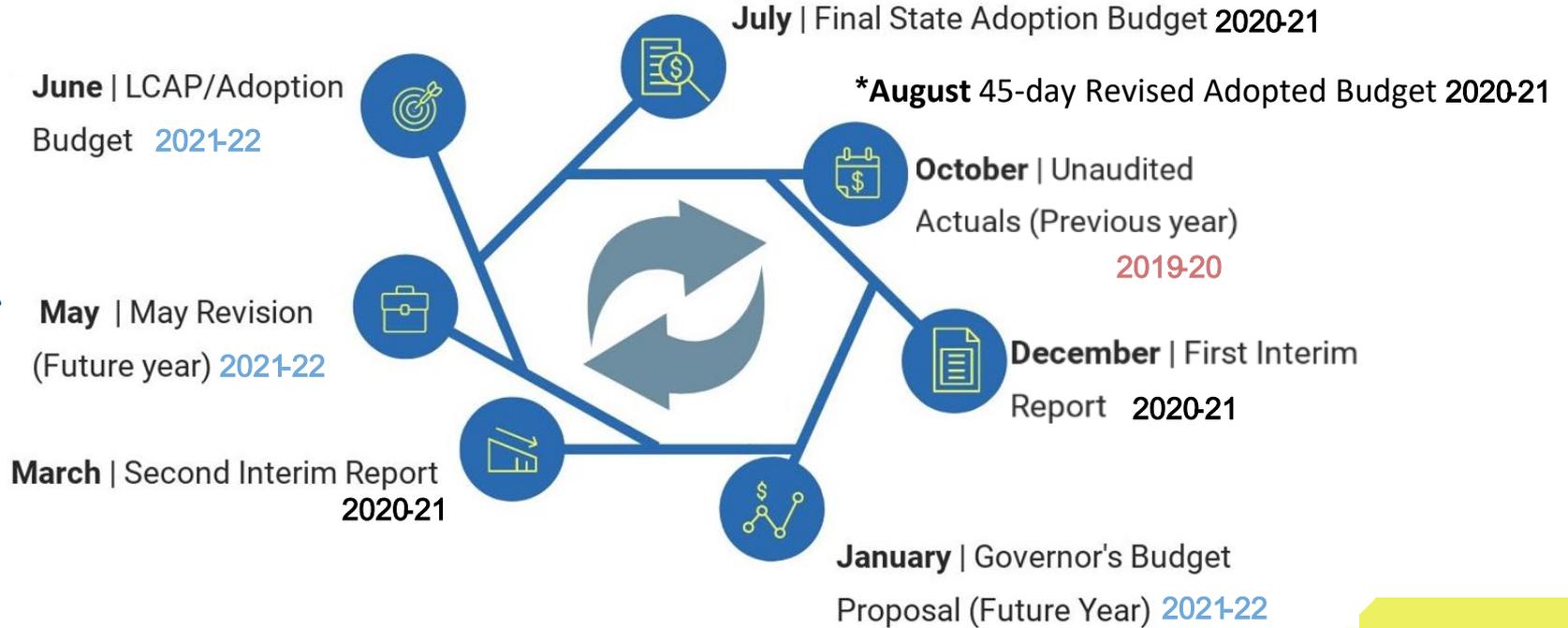


May Revision Budget Update 2021-2022 Fiscal Year

May 20, 2021

Budget Reporting Cycle



*Additional for 2020-21 Fiscal Year

May Revision Budget Update

- Overview
- 2021-22 Cost-of-Living Adjustment (COLA)
- Cashflow and deferrals
- Multiyear projections
- Targeted initiatives
- Local DJUSD considerations

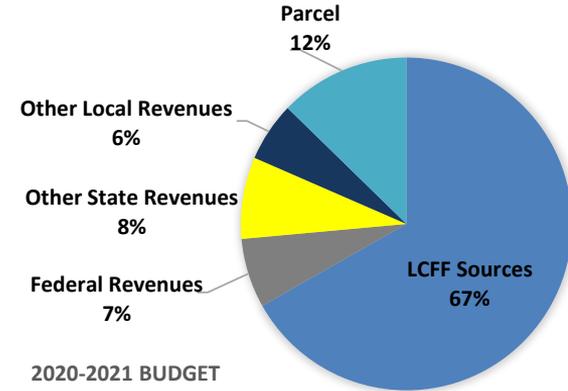
Overview

- The highest funded education budget in State's history
- Increased revenues matched with increased costs
- Many targeted initiatives
- Declining enrollment statewide results in highest per pupil spending
- One-time funding, increased COLA, and hold harmless mask reality of declines

2021-22 LCFF COLA

- 5.07% “Mega” COLA
- Mega COLA only applies to LCFF base grant funding, not categorical funding such as Special Education, Child Nutrition, Child Care and Preschool funding

Department of Finance Estimated COLA	2020-21	2021-22
Statutory	2.31%	1.50%
Funded (proposed)	0%	5.07%



2021-22 Special Education COLA

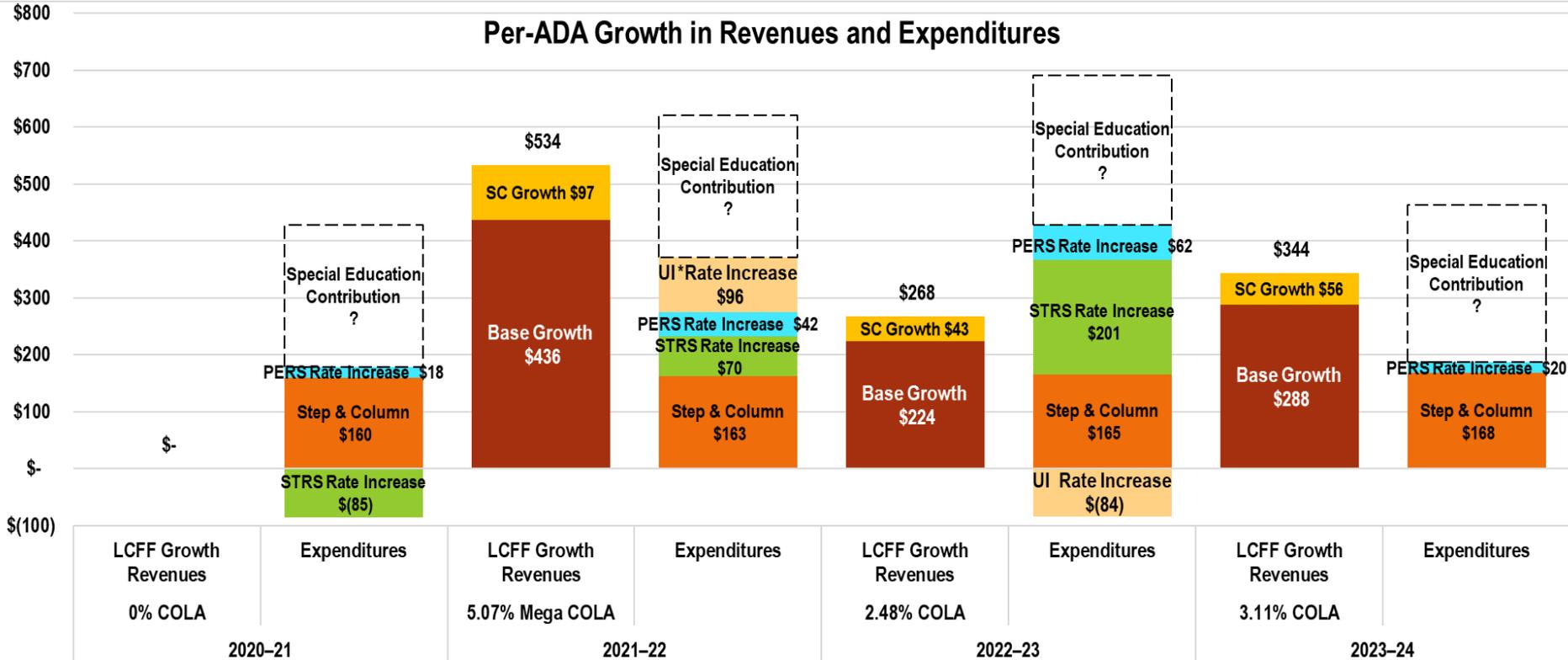
- Special Education COLA increasing from 1.5% to 4.05%
- Increasing from \$625 to \$650 per ADA

Cashflow and Deferrals

- Budget proposes paying down on-going deferrals originally scheduled next fiscal year
- This pay-down does not impact the current year deferrals planned for February through June 2021, which will be repaid July through November 2021

PerADA Growth

Per-ADA Growth in Revenues and Expenditures



*Unemployment Insurance

Targeted Initiatives

- In-person Instruction Health and Safety Grant
- Targeted intervention grant to supplement ELO in future years
- Universal Transitional Kindergarten (TK)
- Educator Investments
- Broadband expansion
- Childcare and Child Nutrition
- Certain proposed funding does not apply to DJUSD
 - Concentration grants
 - Summer and afterschool program funding

Local DJUSD Considerations

- Declining Enrollment
- Deficit Spending
- Minimum 3% Unrestricted General Fund Reserve

Questions?